

CLASSIFICATION SECRET

INFORMATION REPORT
~~CONFIDENTIAL~~

COUNTRY Hungary

SUBJECT Hungarian Trade Policies

PLACE
ACQUIRED

DATE OF I

50X1-HUM

DATE DISTR. 13 July 1948

NO. OF PAGES

NO. OF ENCLS.
(LISTED BELOW)

SUPPLEMENT TO
REPORT NO.

50X1-HUM

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE OF THE UNITED STATES WITHIN THE MEANING OF THE ESPIONAGE ACT OF U. S. C. 51 AND 52, AS AMENDED. ITS TRANSMISSION OR THE REVELATION OF ITS CONTENTS IN ANY MANNER TO AN UNAUTHORIZED PERSON IS PROHIBITED BY LAW. REPRODUCTION OF THIS FORM IS PROHIBITED. HOWEVER INFORMATION CONTAINED IN BODY OF THE FORM MAY BE UTILIZED AS DEEMED NECESSARY BY THE RECEIVING AGENCY.

THIS IS UNEVALUATED INFORMATION FOR THE RESEARCH
USE OF TRAINED INTELLIGENCE ANALYSTS

SOURCE

1. The newly-appointed chief of the Economic Department of the Hungarian Foreign Office, Stefan Gyoengyoessy, is an economic expert of high standing, and was formerly General Manager of Tungsram A. G. in Budapest before entering upon his diplomatic career. He receives his orders from Ferenc Friss, a high Communist Party official, trained in Moscow, whose present job is to supervise all phases of Hungarian foreign economic developments. All projects and reports originating in the Economic Department must go through Friss' office in Budapest for approval. The policy which has been in effect since May 1948 aims at slowly diminishing relations with Western countries

2. In order to obtain hard currency, as intended, it is planned to export approximately 125,000 tons of crude oil yearly through the Maszovol Hungarian Oil Corporation, which is Russian-controlled. Since this amount of Hungarian oil is not available for export, Russian and Rumanian oil will be sold through this corporation, as the foreign exchange clearing situation is favorable for Hungarian sales. For this same reason, Yugoslav timber, ore, and various Soviet raw materials will be sold to the West through Hungarian firms.

This document is hereby regraded to CONFIDENTIAL in accordance with Executive Order 13526, October 1973. Declassify Central Intelligence Agency Archives of the United States. Next Review Date: 2008

Document No. 005
NO CHANGE in Class.
~~CONFIDENTIAL~~
Class. CHANGED TO: TS S C
Auth: JDA Memo, 4 Apr 77
Date: 02 MAY 1978

50X1-HUM

STATE		NAVY		NSRB		DISTRIBUTION	
ARMY		AIR		WARNING NOTICE		THIS DISTRIBUTION LISTING MUST BE	

EXCISED BEFORE PUBLIC RELEASE OF THIS DOCUMENT. 50X1-HUM

~~CONFIDENTIAL~~